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12 February 1962

MEMORANDUM FOR: Chief, Contracts Staff, DPD-DD/P

SUBJECT   : Proposal from ⬚ dated   25X1A
                   February 5, 1962

25X1A   1. Confirming discussions this date between yourself,
⬚ ⬚ and myself,   25X1A
this Staff does not feel that such a relationship is
warranted at this time. The following are some of the
reasons for this position:

        a. The assumption that the best interest of the
Government would best be served by a regular AIO on the
Base Commander's staff.   25X1A

25X1A   b. This Staff has been informed that ⬚
is being replaced in the ⬚ organization, therefore,   25X1A
25X1A ⬚ will still have the necessary engineering capability
as required.   25X1A

        c. In the event at some future date ⬚ desires
to divorce themselves entirely from engineering practice,
this Staff has been assured by ⬚
25X1A ⬚ that similar engineering services to meet our
requirements will be made available.

        2. It should be kept in mind that the AIO was to be
assigned directly to the Base Commander's Staff and in an
on-duty capacity twenty-four hours a day and as such, at
all times directly under the Project control. The cost to
the Project under these circumstances would be considerably
less than the minimum retainer set forth in ⬚   25X1A
proposal.

        3. On the basis of the information in paragraph one
above, any engineering augmentation of the AIO capability
would be provided in the normal manner either through ⬚
25X1A or ⬚ sources.

                                            25X1A

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4. Considering conceiveable future construction and further considering that a large portion of the A & E has already been performed, it would not appear that a contract such as that proposed by [   ] would offer any material advantage either to his organization or to the Government.

25X1A

SIGNED

[   ]

25X1A

Chief, Materiel Staff
DPD-DD/P

25X1A

MS/DPD-DD/P:[   ]:mrs
Dist: O - Addee
   cy 2 - MS/DPD
   cy 3 - RI/DPD